

COLORADO BRIDGE ENTERPRISE

Memorandum

Colorado Bridge Enterprise
4201 East Arkansas Avenue
Denver, Colorado 80222

DATE: January 4, 2013
TO: Bridge Enterprise Board of Directors
FROM: Ben Stein, CDOT/CBE Chief Financial Officer
SUBJECT: Bond Program Update

The \$300M Bond Program Allocation Plan was updated for work complete through Q1 FY2013 (July, August and September 2012) and the current bond program:

- Addresses 87 projects; 57 projects are fully funded for completion and 30 projects are partially funded and will require alternative funding to complete.
- The total estimated cost to complete all 87 projects is approximately \$715.7M.

Based upon projected total estimated costs at \$715.7M, the program is forecasting a \$304.8M funding short-fall (future bond issuance and/or FASTER pay-go funding) for completing all 87 bridges as itemized below.

Bond	\$329.2M
Other Funding (BoA Loan, BR, FASTER pay-go)	\$81.7M
Future bond Issuance and/or FASTER pay-go	\$304.8M
Estimated Program Cost (87 bridges)	\$715.7M

The tax laws related to the bonds require that 85% of the bond proceeds (or \$255.0M) be spent within three years of receipt. For planning purposes, bond proceeds were received January 1, 2011 and the three year period extends through December 31, 2013. The current allocation plan update indicates that the program is projecting to expend \$255.8M by year-end.

The following documents will be presented and discussed at the January Board meeting:

- \$300M Bond Program Plan: Q1 FY2013 Quarterly Draw Down Table (Lag 90 days)
- Remaining Projects to be Paid Out
- Q4 FY2012 vs. Q1 FY2013 – Forecast 85% Bond Spending Requirement with Adjustment Factors
- Total Bond Program Encumbrance; Q1 FY2013 Bond Program Allocation Plan

Note – there has been and will continue to be fluctuations in both cost and delivery schedules. Project budgets are refined and updated as work scope is further defined and projects go to bid, and their respective project construction schedules are synced-up with the contractor schedule. In addition, this assumes a spend rate based upon an SPI of 1.0; the November SPI (Schedule Performance Index) at 0.90.